Income Tax Limited Liability Company – Filing Requirement

How does a limited liability company (LLC) file an income tax return?

An LLC will file a Colorado income tax return using the same entity election as made on the federal level.

If the LLC elects to file as a corporation on the federal return, then it must file Form 112 C-Corporation Income Tax Return.

If the LLC elects to file as a partnership on the federal return, then it must file Form 106 Partnership or S Corporation Return of Income.

If a single member LLC is a disregarded entity on the federal level, then it will be disregarded for Colorado tax purposes as well and the income will flow through to the owner's individual income tax return.